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**UTAH K-8 ONLINE VIRTUAL SCHOOL** 

\$100,000 from the Uniform School Fund for fiscal year 2008-09 only, to the State



26	Board of Education.							
27	Other Special Clauses:							
28	This bill provides an immediate effective date.							
29	<b>Utah Code Sections Affected:</b>							
30	AMENDS:							
31	53A-15-1001, as enacted by Laws of Utah 2006, Chapter 227							
32	53A-15-1002, as enacted by Laws of Utah 2006, Chapter 227							
33	ENACTS:							
34	<b>53A-15-1008</b> , Utah Code Annotated 1953							
35	<b>53A-15-1009</b> , Utah Code Annotated 1953							
36	<b>53A-15-1010</b> , Utah Code Annotated 1953							
37								
38	Be it enacted by the Legislature of the state of Utah:							
39	Section 1. Section <b>53A-15-1001</b> is amended to read:							
40	Part 10. Virtual Schools Act							
41	53A-15-1001. Title.							
42	This part is known as the "[Electronic High School] Virtual Schools Act."							
43	Section 2. Section <b>53A-15-1002</b> is amended to read:							
44	53A-15-1002. Definitions.							
45	As used in this part:							
46	(1) "Board" means the State Board of Education.							
47	(2) "Electronic High School" means a rigorous program offering grade 9 - 12 level							
48	courses delivered over the Internet and coordinated by the board.							
49	(3) "Home-schooled student" means a student:							
50	(a) who attends a home school;							
51	(b) is exempt from school attendance pursuant to Section 53A-11-102; and							
52	(c) attends no more than two regularly scheduled classes or courses in a public school							
53	per semester.							
54	(4) "Open-entry, open-exit" means:							
55	(a) a method of instructional delivery that allows for flexible scheduling in response to							
56	individual student needs or requirements and demonstrated competency when knowledge and							

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31	skins have been mastered; and					
58	(b) students have the flexibility to begin or end study at any time, progress through					
59	course material at their own pace, and demonstrate competency when knowledge and skills					
60	have been mastered.					
61	(5) "Utah K-8 Online" means the virtual school coordinated by the board for students					
62	in kindergarten through the eighth grade in accordance with the provisions of this part.					
63	(6) "Virtual school" means a school that uses technology in order to provide a					
64	preponderance of its curriculum and instruction to its students through the Internet or other					
65	electronic means in a manner that fosters on-demand, interactive, self-paced, and					
66	individualized instruction.					
67	Section 3. Section <b>53A-15-1008</b> is enacted to read:					
68	53A-15-1008. Utah K-8 Online Authorization State board rulemaking.					
69	(1) The board is authorized to establish and coordinate the operations of Utah K-8					
70	Online, a virtual school for students in kindergarten through the eighth grade.					
71	(2) Utah K-8 Online may:					
72	(a) begin operation in the 2008-09 school year; and					
73	(b) have a maximum full-time equivalent student capacity of 1,500 students.					
74	(3) The board may contract with school districts, public schools, regional service					
75	centers, or private entities to provide services for Utah K-8 Online.					
76	(4) In accordance with Title 63, Chapter 46a, Utah Administrative Rulemaking Act, the					
77	board shall make rules providing:					
78	(a) minimum standards, definitions, and coordination of Utah K-8 Online; and					
79	(b) procedures for the distribution of funds appropriated for Utah K-8 Online.					
80	Section 4. Section <b>53A-15-1009</b> is enacted to read:					
81	53A-15-1009. Utah K-8 Online Participation in other public schools.					
82	(1) A person having control of a minor who is enrolled in Utah K-8 Online may also					
83	enroll the minor in another public school or public school program.					
84	(2) The minor may participate in any academic activity in the other public school					
85	available to students in the minor's grade or age group, subject to compliance with the same					
86	rules and requirements that apply to a full-time student's participation in the activity.					
87	(3) (a) A student who participates in another public school program is considered a					

88	student of that public school for purposes of the student's participation in that program.					
89	(b) Utah K-8 Online and the other public school shall enter into an agreement to cover					
90	the reasonable costs of participation in the program.					
91	(4) In accordance with Title 63, Chapter 46a, Utah Administrative Rulemaking Act, the					
92	board shall make rules:					
93	(a) governing participation in programs as described in this section, including:					
94	(i) the sharing of costs as described in Subsection (3); and					
95	(ii) regulating the transferability of credits that are earned in Utah K-8 Online; and					
96	(b) providing the policies and procedures necessary to permit students enrolled in Utah					
97	K-8 Online to participate in public school extracurricular activities.					
98	Section 5. Section <b>53A-15-1010</b> is enacted to read:					
99	<b>53A-15-1010.</b> Utah K-8 Online Funding.					
100	(1) Money appropriated to the board for Utah K-8 Online shall be allocated to Utah					
101	K-8 Online.					
102	(2) (a) Utah K-8 Online shall receive the value of the weighted pupil unit, as provided					
103	in Subsection 53A-17a-103(1), for each full-time equivalent student.					
104	(b) Utah K-8 Online may not receive any other funding provided in this title, except as					
105	the funding is specifically made available to Utah K-8 Online.					
106	(3) Each year the Legislature shall increase the money appropriated to the board for					
107	<u>Utah K-8 Online based on:</u>					
108	(a) enrollment growth in Utah K-8 Online; and					
109	(b) the percentage increase in the value of the weighted pupil unit.					
110	Section 6. One-time appropriation.					
111	(1) There is appropriated \$100,000 from the Uniform School Fund for fiscal year					
112	2007-08 only, to the State Board of Education.					
113	(2) It is the intent of the Legislature that the appropriation in Subsection (1) shall be					
114	used to provide start-up costs for Utah K-8 Online.					
115	Section 7. Ongoing appropriation.					
116	As an ongoing appropriation subject to future budget constraints, there is appropriated					
117	from the Uniform School Fund for fiscal year 2008-09, \$754,200 to State Board of Education					
118	for Utah K-8 Online established in Title 53A, Chapter 15, Part 10, Virtual Schools Act.					

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119	Section 8. Effective date.
120	If approved by two-thirds of all the members elected to each house, this bill takes effect
121	upon approval by the governor, or the day following the constitutional time limit of Utah
122	Constitution Article VII, Section 8, without the governor's signature, or in the case of a veto,
123	the date of veto override.

#### H.B. 274 1st Sub. (Buff) - Utah K-8 Online Virtual School

### **Fiscal Note**

2008 General Session State of Utah

#### **State Impact**

Enactment of this bill appropriates \$754,200 in ongoing Uniform School Fund and \$100,000 in supplemental Uniform School Fund to the State Board of Education to implement the provisions of this bill. Bill provisions provide that each student enrolled in the Utah K-8 Online school receive the value of one Weighted Pupil Unit (WPU) for each full-time equivalent student.

Potential Utah K-8 Online students in the public school system are currently counted in the enrollments of their district of residence and generate WPUs for Minimum School Program funding. Students currently enrolled in the public school system may not generate additional costs through the implementation, but a transfer of WPU revenue allocations from the resident district to the Utah K-8 Online school may occur. Estimates indicate that approximately 70 students may attend the Utah K-8 Online school that are not currently enrolled in the public school system. The estimated impact of providing the value of one WPU for each of these students not currently enrolled in the public school system is \$176,000 in Uniform School Fund.

	FY 2008	FY 2009	FY 2010	FY 2008	FY 2009	FY 2010
	Approp.	Approp.	Approp.	Revenue	Revenue	Revenue
Uniform School Fund	\$0	\$930,200	\$930,200	\$0	\$0	
Uniform School Fund, One-time	\$100,000	\$0	\$0		\$0	ΦΛ
Total	\$100,000	\$930,200	\$930,200	90	\$0	\$0
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#### Individual, Business and/or Local Impact

Enactment of this bill likely will not result in direct, measurable costs and/or benefits for individuals, businesses, or local governments.

2/28/2008, 11:10:02 AM, Lead Analyst: Leishman, B.

Office of the Legislative Fiscal Analyst